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SAF-EXXX-82
15 December 1982

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Subject: SAFE Contract; Burroughs Settlement

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In reference to TRW negotiations on the Termination for Convenience settlement of the Burroughs Corporation TRW/SAFE subcontracts, you are hereby authorized to make the following commitments with respect to future Sponsor actions involving Government-owned Burroughs computer systems excess to the SAFE Project:

1. Sponsor agrees to transfer ownership of one dual B7800 system and one B6930 system to the National Security Agency (NSA).

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2. Sponsor agrees to transfer ownership of two B6930 systems to the Naval Engineering Logistics Office (NELO). (Contact: Mr. R. Stokes).

3. Sponsor agrees to transfer ownership of three B6930

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systems to the Naval Security Group (NSG). [REDACTED]

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Burroughs Corporation must be made aware that these actions are clearly contingent on the willingness of the aforementioned Intelligence Community (IC) components to accept the proffered equipment. In the case of the National Security Agency and the Naval Engineering Logistics Office, we have solid expressions of interest and believe that the probability of successful placement is high. In the case of the Naval Security Group, the expression of interest is still preliminary.

All parties should recognize that placement of the computer systems in question is not under the full control of the Sponsor. Should any of the above Burroughs computer systems not be successfully placed with Intelligence Community components, or should other B6930 computer systems excess to the re-directed SAFE Program be accepted by the Government, Sponsor will make a best effort attempt to transfer ownership of these computer systems to other agencies within the Intelligence Community. Should these best effort attempts not be successful by 15 March 1983, Sponsor placement efforts will no longer be limited to the Intelligence Community. After that date, Sponsor will take action to transfer ownership in a manner judged by the Sponsor, and the Sponsor alone, to be in the best interests of the Government.

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TRW representatives are empowered to utilize the Sponsor's commitment with respect to placement of excess Burroughs computer systems in negotiations with Burroughs Corporation through close of business 23 December 1982. No additional or modified commitments with respect to placement of excess Burroughs computer systems should be made without the express consent of the Contracting Officer. Finally, the Sponsor reserves the right to unilaterally withdraw the aforementioned commitments should settlement not occur prior to close of business 23 December 1982.

Very truly yours,

[Redacted Signature]

Contracting Officer

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REF (V-2 DISK)

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Mr. Robert D. Williams
Vice President and General Manager
Software and Information Systems Division
Defense and Space Systems Group
TRW, Inc.
One Space Park
Redondo Beach, CA 90278

Subject: Response to Correspondence from Mr. Fitzwater,
dated 3 August 1982

Reference: 1) Burroughs Letter Entitled SAFE Program;
Subcontract No. J2077YMOS between TRW
and Burroughs, dated 7 July 1982
2) TRW Letter 82.35656.06-007, dated 26
August 1982

Dear Mr. Williams:

I have received your request for response to Mr. Harry E. Fitzwater's
correspondence dated 3 August 1982.

In the best interest of continuing the good relationship between the Burroughs
Corporation, TRW and the Government, the Burroughs Corporation would like to
withdraw the content of the correspondence indicated in reference number (1).

Very truly yours,

BURROUGHS CORPORATION

R. J. O'Connell
President
Federal and Special Systems Group